

Message Text

LIMITED OFFICIAL USE

PAGE 01 MANILA 15564 060322Z

15

ACTION TRSE-00

INFO OCT-01 EA-07 ISO-00 STR-04 AID-05 CIAE-00 COME-00

EB-07 FRB-03 INR-07 NSAE-00 USIA-06 XMB-02 OPIC-03

SP-02 CIEP-01 LAB-04 SIL-01 OMB-01 NSC-05 SS-15

CEA-01 L-03 H-02 PA-01 PRS-01 NEA-10 IO-10 /102 W

----- 019347

R 060202Z NOV 75

FM AMEMBASSY MANILA

TO SECSTATE WASHDC 9154

LIMITED OFFICIAL USE MANILA 15564

E. O. 11652: AD, DECLAS 2/28/76

TAGS: EAID, EFIN

SUBJECT: TENTATIVE BOARD PROGRAM (NOVEMBER 1975)

USADB

PASS TREASURY FOR ZINMAN

REF: TREASURY 75-175

1. ADVANCE COPIES OF LOAN DOCUMENTS REQUESTED NOT AVAILABLE. BANK PRACTICE IS TO RELEASE DOCUMENTS AS SOON AS PRINTING IS COMPLETED. EXPECT BURMA POWER TRANSMISSION PROJECT DOCUMENT TO BE ISSUED AND POUCHED THIS WEEK. ISSUANCE OF WESTERN SAMOA POWER PROJECT DOCUMENT HAS BEEN DELAYED AND COULD POSSIBLY BE PUSHED BACK UNTIL NEXT YEAR TO EASE BUNCHING PROBLEM.

2. FOLLOWING IS BANK'S JUSTIFICATION FOR TWO SUPPLEMENTARY LOAN PROPOSALS:

A. BURMA POWER TRANSMISSION PROJECT: PROJECT CONSISTS OF TWO PARTS, CONSTRUCTION OF 66KV TRANSMISSION

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 MANILA 15564 060322Z

LINES AND SUBSTATIONS, WHICH IS SUBJECT TO COST OVERRUN,

AND INCREASE IN SUBSTATION CAPACITY AND CONSTRUCTION OF ADDITIONAL SUBSTATION. TOTAL FOREX SUPPLEMENTARY LOAN OF \$6.1 MILLION TO BE REEQUESTED. COST OVERRUN RESULTS FROM WORLDWIDE INFLATION AND ESCALATION OF MATERIAL COSTS FOLLOWING PROJECT APPRAISAL IN OCTOBER 1973. PROPOSED TECHNICAL MODIFICATION PROVIDES FOR UPGRADING TRANSFORMER CAPACITY FOR MYAUNGMYA SUBSTATION FROM ORIGINAL 3 MVA TO 8 MVA AND CHANGE IN SCOPE OF PROJECT WHICH PROVIDES FOR RELOCATING 3 MVA TRANSFORMER ORIGINALLY ALLOCATED FOR MYAUNGMYA SUBSTATION TO PROPOSED YEGYI SUBSTATION IN PROJECT AREA. BANK ASSERTS REDUCTION IN SCOPE OF PROJECT IS NOT POSSIBLE SINCE IT WOULD LEAVE PROJECT, WHICH IS TO CONSTRUCT TRANSMISSION FACILITIES BETWEEN TWO GENERATING PLANTS AND LOCAL LOAD CENTERS, INCOMPLETE AND ADVERSELY AFFECT POWER TRANSMISSION OBJECTIVES. BANK SAYS GOVERNMENT HAS NO AVAILABLE FOREX RESOURCES TO FINANCE COST OVERRUN AND EXPANSION OF PROJECT AND HAS BEEN UNABLE TO OBTAIN ALTERNATIVE SOURCES OF FINANCING.

B. WESTERN SAMOA POWER PROJECT: PROJECT WILL PROVIDE GENERATING CAPACITY AND EXTENSION AND IMPROVEMENT OF TRANSMISSION AND DISTRIBUTION FACILITIES TO EXTEND POWER SUPPLY TO NEW AND RURAL AREAS AND IMPROVE QUALITY OF SERVICE. IT IS PIONEERING PROJECT MAINLY OF SOCIAL NATURE FACED WITH COST OVERRUN AS RESULT OF ENERGY CRISIS. DEVELOPMENTAL ACTIVITIES IN WESTERN SAMOA WITH ITS LIMITED RESOURCES RECEIVED SERIOUS SETBACK BY OIL CRISIS WHICH CAUSED SLUMP IN TOURIST TRAFFIC AND STEEP RISE IN COSTS. COST OVERRUN ORIGINALLY ESTIMATED AT \$2.77 MILLION HAS BEEN BROUGHT DOWN TO \$1.4 MILLION BY CAREFUL SCRUTINY ON PART OF BANK, LEADING TO REDESIGN, REVISION OF SPECS AND CAREFUL COST ESTIMATION. RE-FORMULATION WAS DONE EVEN PRIOR TO TENDERING TO AVOID COSTLY COMMITMENTS.

SULLIVAN

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: DOCUMENTS, PROGRAMS (PROJECTS), LOANS
Control Number: n/a
Copy: SINGLE
Draft Date: 06 NOV 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: izenbei0
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975MANILA15564
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750385-0480
From: MANILA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19751168/aaaacjde.tel
Line Count: 97
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION TRSE
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: izenbei0
Review Comment: n/a
Review Content Flags:
Review Date: 23 JUL 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <23 JUL 2003 by CunninFX>; APPROVED <20 NOV 2003 by izenbei0>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: TENTATIVE BOARD PROGRAM (NOVEMBER 1975) USADB
TAGS: EAID, EFIN, RP, ADB
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006